§ 1068.220

- (c) To use this exemption, you must do three things:
- (1) Establish, maintain, and keep adequately organized and indexed information on each exempted engine, including the engine identification number, the use of the engine on exempt status, and the final disposition of any engine removed from exempt status.
- (2) Let us access these records, as described in §1068.20.
- (3) Add a permanent, legible label, written in block letters in English, to a readily visible part of each exempted engine. This label must include at least the following items:
- (i) The label heading "EMISSION CONTROL INFORMATION".
- (ii) Your corporate name and trademark.
- (iii) Engine displacement, engine family identification, and model year of the engine or whom to contact for further information.
- (iv) The statement "THIS ENGINE IS EXEMPT UNDER 40 CFR 1068.215 FROM EMISSION STANDARDS AND RELATED REQUIREMENTS.".

EFFECTIVE DATE NOTE: At 69 FR 39267, June 29, 2004, §1068.215 was amended by revising paragraphs (b), (c)(3)(iii), and (c)(3)(iv), effective Aug. 30, 2004. For the convenience of the user, the revised text is set forth as follows:

§ 1068.215 What are the provisions for exempting manufacturer-owned engines?

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- (b) An engine may be exempt without a request if it is a nonconforming engine under your ownership and control and you operate it to develop products, assess production methods, or promote your engines in the marketplace. You may not loan, lease, sell, or use the engine to generate revenue, either by itself or in a piece of equipment.
 - (c) * * * (3) * * *
- (iii) Engine displacement, engine family identification (as applicable), and model year of the engine or whom to contact for further information.
- (iv) The statement "THIS ENGINE IS EX-EMPT UNDER 40 CFR 1068.210 OR 1068.215 FROM EMISSION STANDARDS AND RE-LATED REQUIREMENTS.".

§ 1068.220 What are the provisions for exempting display engines?

(a) Anyone may request an exemption for display engines.

- (b) A nonconforming display engine will be exempted if it is used only for displays in the interest of a business or the general public. This exemption does not apply to engines displayed for private use or any other purpose we determine is inappropriate for a display exemption.
- (c) You may operate the exempted engine, but only if we approve specific operation that is part of the display.
- (d) You may sell or lease the exempted engine only with our advance approval; you may not use it to generate revenue.
- (e) To use this exemption, you must add a permanent, legible label, written in block letters in English, to a readily visible part of each exempted engine. This label must include at least the following items:
- (1) The label heading "EMISSION CONTROL INFORMATION".
- (2) Your corporate name and trademark.
- (3) Engine displacement, engine family identification, and model year of the engine or whom to contact for further information.
- (4) The statement "THIS ENGINE IS EXEMPT UNDER 40 CFR 1068.220 FROM EMISSION STANDARDS AND RELATED REQUIREMENTS.".
- (f) We may set other conditions for approval of this exemption.

EFFECTIVE DATE NOTE: At 69 FR 39267, June 29, 2004, §1068.220 was amended by revising paragraphs (b) and (e)(3), effective Aug. 30, 2004. For the convenience of the user, the revised text is set forth as follows:

§ 1068.220 What are the provisions for exempting display engines?

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(b) A nonconforming display engine will be exempted if it is used only for displays in the interest of a business or the general public. This exemption does not apply to engines displayed for private use, private collections, or any other purpose we determine is inappropriate for a display exemption.

* * * * * *

- (e) * * *
- (3) Engine displacement, engine family identification (as applicable), and model year

Environmental Protection Agency

of the engine or whom to contact for further information.

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§ 1068.225 What are the provisions for exempting engines for national security?

- (a) You are eligible for the exemption for national security only if you are a manufacturer.
- (b) Your engine is exempt without a request if you produce it for a piece of equipment owned or used by an agency of the federal government responsible for national defense, where the equipment has armor, permanently attached weaponry, or other substantial features typical of military combat.
- (c) You may request a national security exemption for engines not meeting the conditions of paragraph (b) of this section, as long as your request is endorsed by an agency of the federal government responsible for national defense. In your request, explain why you need the exemption.

EFFECTIVE DATE NOTE: At 69 FR 39267, June 29, 2004, §1068.225 was amended by adding paragraph (d), effective Aug. 30, 2004. For the convenience of the user, the revised text is set forth as follows:

§ 1068.225 What are the provisions for exempting engines for national security?

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- (d) Add a legible label, written in block letters in English, to each engine exempted under this section. The label must be permanently secured to a readily visible part of the engine needed for normal operation and not normally requiring replacement, such as the engine block. This label must include at least the following items:
- (1) The label heading "EMISSION CONTROL INFORMATION".
- (2) Your corporate name and trademark.
- (3) Engine displacement, engine family identification (as applicable), and model year of the engine or whom to contact for further information.
- (4) The statement "THIS ENGINE HAS AN EXEMPTION FOR NATIONAL SECURITY UNDER 40 CFR 1068.225.".

§ 1068.230 What are the provisions for exempting engines for export?

(a) If you export a new engine to a country with emission standards identical to ours, we will not exempt it.

These engines must comply with our certification requirements.

- (b) If you export an engine to a country with different emission standards or no emission standards, it is exempt from the prohibited acts in this part without a request. If you produce an exempt engine for export and it is sold or offered for sale to someone in the United States (except for export), we will void the exemption.
- (c) Label each exempted engine and shipping container with a label or tag showing the engine is not certified for sale or use in the United States. The label must include at least the statement "THIS ENGINE IS SOLELY FOR EXPORT AND IS THEREFORE IS EXEMPT UNDER 40 CFR 1068.230 FROM U.S. EMISSION STANDARDS AND RELATED REQUIREMENTS."

EFFECTIVE DATE NOTE: At 69 FR 39267, June 29, 2004, §1068.230 was amended by revising paragraph (c), effective Aug. 30, 2004. For the convenience of the user, the revised text is set forth as follows:

§ 1068.230 What are the provisions for exempting engines for export?

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(c) Label each exempted engine and shipping container with a label or tag showing the engine is not certified for sale or use in the United States. These labels need not be permanently attached to the engines. The label must include at least the statement "THIS ENGINE IS SOLELY FOR EXPORT AND IS THEREFORE EXEMPT UNDER 40 CFR 1068.230 FROM U.S. EMISSION STANDARDS AND RELATED REQUIREMENTS.".

§ 1068.235 What are the provisions for exempting engines used solely for competition?

- (a) New engines you produce that are used solely for competition are generally excluded from emission standards. See the standard-setting parts for specific provisions where applicable.
- (b) If you modify an engine after it has been placed into service in the United States so it will be used solely for competition, it is exempt without request. This exemption applies only to the prohibition in §1068.101(b)(1) and is valid only as long as the engine is used solely for competition.